



Branch Chiefs Agreement


Fiscal Year 2012

The Branch Chiefs of the Navajo Nation have discussed the FY 2012 General Fund Branch Budget Planning Base Amounts, pursuant to the Appropriations Act. Pursuant to this discussion and by consensus agreed to recommend the following allocations of the planning base amount of \$170,543,000 available for budgeting among the three branches, Fixed Costs, and Capital Costs for Chapters:

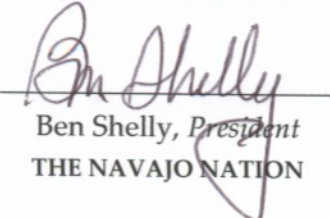
| Description | Revenue Allocation | Percentage |
|--------------------|--------------------|------------|
| Fixed Costs | 17,252,339 | 11.31 |
| Executive Branch | 105,031,456 | 68.83 |
| Legislative Branch | 13,062,387 | 8.56 |
| Judicial Branch | 13,248,268 | 8.68 |
| Capital | 4,000,000 | 2.62 |
| Total | 152,594,450 | 100.00 |
| UUFB deficit | 17,948,550 | |

1. The Branch Chiefs have agreed on the foregoing allocation that includes adding the FY 2011 General Wage Adjustment to each of the Branch base budgets for FY2012 resulting in the total allocated amount of \$152,594,450 (Executive: \$2,960,453; Legislative: \$258,958; Judicial: \$442,039; Total: \$3,661,450).
2. The Branch Chiefs have agreed and recommend to the Budget and Finance Committee that the remaining \$17,948,550 not be allocated at this time. This amount should go towards reducing the current deficit in the Minimum Fund Balance of the Undesignated Unreserved Fund.
3. The Branch Chiefs recommend that an expeditious budget procedure be implemented in the event the Minimum Fund Balance in the Undesignated Unreserved Fund is satisfied this fiscal year. At such time, the Branch Chiefs and Navajo government will carry out the remaining budget process.
4. The Branch Chiefs understand that these allocations do not reflect final allocations. All of the Branches have needs and will be requesting additional allocations to meet those needs at such time as the Minimum Fund Balance of the Undesignated Unreserved Fund is met.

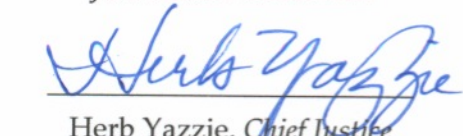
LEGISLATIVE BRANCH


Johnny Naize, Speaker
22ND NAVAJO NATION COUNCIL

EXECUTIVE BRANCH


Ben Shelly, President
THE NAVAJO NATION

JUDICIAL BRANCH


Herb Yazzie, Chief Justice
NAVAJO NATION SUPREME COURT